MEDICAID PHARMACY PRIOR AUTHORIZATION ADVISORY COMMITTEE

Final Meeting Summary September 15, 2004

Opening Remarks/Introductions

The Medicaid Pharmacy Prior Authorization (PA) Advisory Committee met on September 15, 2004 to review the first ten (10) categories of drugs to be implemented on the Wisconsin Medicaid preferred drug list (PDL).

Mark Moody, Administrator of the Division of Health Care Financing (DHCF) opened the meeting by reviewing the committee purpose and schedule for the day. Items covered included:

- The purpose of the meeting is to introduce the PA committee members to the process the DHCF will utilize to implement the PDL, receive and review testimony of the manufacturers and other interested parties, present clinical and cost information and the Department's PDL recommendations, and engage the PA committee members in a discussion of the recommendations, with the goal of making recommendations to the Secretary.
- Valerie Taylor, Pharm.D., Provider Synergies (Clinical Director), will provide the PA committee with an overview of the PDL process.
- The testimony guidelines for the meeting are as follows:
 - 1. Speakers are required to state their name and the organization represented.
 - 2. Speakers are limited to a period of five (5) minutes.
 - 3. Only one (1) speaker per company or organization is permitted.
- The current pharmacy spending for Wisconsin Medicaid is over \$600 million annually for fee-for-service recipients. The cost of brand name drugs increased over 21% from 2002 to 2004. Wisconsin Medicaid program costs are projected to be \$230 million GPR above available funding.
- The Wisconsin Medicaid PDL is not a formulary. Non-preferred products in each reviewed class can still be covered if medically justified through PA. The PA committee will be reviewing the first ten (10) classes out of an expected forty-five (45) classes. These ten (10) classes will be implemented through a phase-in starting on October 1, 2004.

Explanation of the PDL Process

Valerie Taylor provided an overview of the PDL development process. Provider Synergies has assisted with implementation of PDLs and supplemental rebate programs for both commercial and state clients, including seven (7) Medicaid programs.

- The PDL is driven principally by clinical consideration. Financial consideration is secondary.
- A supplemental rebate is not required in order for a drug to be recommended as a preferred product(s).

- Bid requests for supplemental rebates are sent to all manufacturers with drugs in a specific class.
- Provider Synergies' staff review both clinical and cost information, with an emphasis placed
 on the clinical information. A clinical review is completed for each drug that includes
 analyzing efficacy, safety, side effects, adverse reactions, indications, and net costs. Drugs
 that offer superior therapeutic outcomes or are superior for certain conditions can be included
 even if they are not the lowest cost.
- PDL savings are not limited to the first year as the process is revisited annually for each class.
- In the seven (7) states that Provider Synergies has provided Medicaid PDL and supplemental rebate programs, the states have achieved over 90% compliance with PDL preferred drugs.

Mike Boushon, DHCF Pharmacy Consultant, provided an overview of the PA process required to prescribe and dispense a non-preferred drug on the PDL. Items covered included:

- Mr. Boushon distributed the PA/PDL form and instructions to the PA committee. The
 physician is required to complete and retain a copy of the PA/PDL form. The physician may
 fax a copy of the form to the pharmacy, or provide it to the recipient with their prescription.
 The pharmacy is required to use the existing electronic prior authorization system (STAT
 PA) or submit the PA request on paper, and retain a copy in their records.
- Mr. Boushon emphasized that this process allows the physician and pharmacist to work together. More information regarding the form, instructions, and process are available via the Medicaid updates distributed to both physicians and pharmacists on September 15, 2004.
- The PDL will be available on the Medicaid web site on September 22, 2004, and also via ePocrates (www.epocrates.com) on October 13, 2004.

The PA committee members asked the following questions:

- 1. Does the process preclude interaction between the pharmacist and the patient? Mr. Boushon responded that is does not, and should encourage discussion.
- 2. What are retention requirements of the PA/PDL form? Mr. Boushon responded that both the physician and pharmacist are required to retain a copy of the PA/PDL form.
- 3. Is the form available? Mr. Boushon responded that the form was included in the Medicaid Update sent to all physicians and pharmacists, and is also posted on the Medicaid web site.

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Public Testimony

Mr. Moody opened the public testimony portion of the meeting. He reminded speakers to provide the DHCF a written copy of their testimony, preferably via email. The table below lists each speaker who testified and the topic of their testimony.

SUMMARY TABLE OF PUBLIC TESTIMONY

Speaker	Organization	Product/Topic	Summary of Comments
Holly Quasney	GlaxoSmithKline	Avandia, Advair,	Provided clinical
		Immitrex, Flonase	information and support for
			products.
Nathan Kanous	Astra Zeneca	Crestor	Provided clinical
			information and support for
			product.
Dr. Robert Calder	Merck	Zocor, Vioxx	Provided clinical
			information and support for
			products.
Dr. Barry Blackwell	Process	Mental Health & PA	Dr. Blackwell voiced
			concerns regarding
			restricting access to drugs,
			and argued that the FDA
			standards for approval of
			generic drugs is not
			vigorous.
F. Glover	TAP	Prevacid/Naprapac	Provided clinical
			information and support for
			product.
Dr. Pinakin	Schering Plough	Zetia, Nasonex	Provided clinical
Attawala			information and support for
			products.
Rick Molbye	Takeda	Actos	Provided clinical
	Pharmaceuticals		information and support for
			product.
Elizabeth Schuler	Bristol-Meyers	Pravachol	Provided clinical
	Squibb		information and support for
			product.
Jay Gandon	Sanofi	Avapro	Provided clinical
			information and support for
			product.
Fran Peterson	KOS	Niaspan, Advicor	Provided clinical
	Pharmaceuticals		information and support for
			products.
Jodie Jensen	Johnson & Johnson	Axert	Provided clinical
			information and support for
			product.

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Speaker	Organization	Product/Topic	Summary of Comments
Tom Majerus	Abbott	Tricor	Provided clinical
			information and support for
			product.
Diane Zwart	Eli Lily	Evista, Forteo	Provided clinical
			information and support for
			products.
Grita Chi	Pfizer	Lipitor, Celebrex,	Provided clinical
		Bextra, Relpax	information and support for
			products.
Tom Engels	PSW	PDL	Mr. Engels offered his
			support of the PDL, but
			voiced reservations
			regarding the level of work
			increase that pharmacies
			will experience.
Lynette Horwath	Arthritis Foundation	PDL	Ms. Horwath provided
	of Wisconsin		testimony on the number of
			residents in Wisconsin with
			arthritis and voiced concerns
			regarding the PDL
			restricting access to needed
G G1	D 11	T 1 377	medications.
Scott Skiermanski	Reliant	Lescol, XL	Provided clinical
	Pharmaceuticals		information and support for
C 41: C: 1	NT (*	D: M: 1:	products.
Cynthia Giambrone	Novartis	Diovan, Miacalcin	Provided clinical
			information and support for
Line Control	Proctor & Gamble	A -4 1	products.
Lisa Goetz	Proctor & Gamble	Actonel	Provided clinical
			information and support for
Da Vota Charraga	Commo	Danisan HCT	product.
Dr. Kate Chavanu	Sanyo	Benicar, HCT	Provided clinical
	Pharmaceuticals		information and support for
De Morgono	UW Pediatric	PDL	products.
Dr. Marzena Krawiec	Ow remaine	FDL	Dr. Krawiec provided testimony about asthma
Klawicc			drugs that benefit pediatric
			pulmonary patients.
Catherine Gerar	Executive Director,	Diabetes	Ms. Gerar testified that the
Camernic Gerai	American Diabetes	Diaocics	PDL must be implemented
	Assn.		carefully, considering the
	1 13311.		patients that will be forced
			to switch therapy and that
			experts should be included
			in the process.
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Speaker	Organization	Product/Topic	Summary of Comments
Randy Radtke	Wisconsin Lung	Asthma	Mr. Radtke voiced concerns
	Assn and Asthma		regarding the use of PA and
	Coalition		barriers to access in
			managing disease.
Wendall Harris	NAACP/Black	Asthma, Diabetes,	Mr. Harris voiced concerns
	Health Coalition of	Hypotension	regarding the use of PA and
	Wisconsin		barriers to access in
			managing disease.
Dr. Alan Rifken	UW Student Health	Migraines, Immitrex	Dr. Rifken testified as a
			migraine sufferer and in
			support of Immitrex, and the
			importance of not restricting
			access to necessary
			medications.
Dr. W. Nolten	UW Endocrinologist	Diabetes	Dr. Nolten testified based on
			his experience treating
			diabetes patients for 30
			years, and voiced concerns
			regarding access to
			necessary medications.
Dr. Alvin Wells	Rheumatologist	PDL	Dr. Wells voiced concerns
			regarding restricting access
			to necessary medications
			and ability to treat/manage
			disease.
Dr. Prince	WI Neurologic	PDL	Dr. Prince voiced concerns
	Association		regarding access/restrictions
			to triptans, specifically
			mentioning Immitrex.

Discussion of Manufacturer-Specific Supplemental Rebate Amounts (Closed Session)

Mr. Moody indicated that the next agenda item, a discussion of manufacturer-specific supplemental rebate amounts, was intended for consideration in closed session pursuant to s.19.85(1)(e), Wis. Stats. He further indicated that, under federal and state law, the rebate amounts must remain confidential due to the competitive nature of the rebate agreements and federal drug price confidentiality requirements.

Mr. Moody called for a motion to adjourn into closed session. Dr. Heersma moved and Mr. Maike seconded to recess the public meeting and convene in closed session.

Mr. Moody said that state law required recording how each committee member voted on a motion to move into closed session, so the motion necessitated a role call vote.

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The motion passed 6 to 0. Voting in favor were:

- Tom Frazier aye
- Christine Sorkness aye
- Steve Maike aye
- Larry Flemming aye
- James Heersma aye
- Tom Hirsch aye

There were no votes opposed and no abstentions.

Before the closed session began, the committee voted 6-0 to adjourn the closed session and reconvene in public session to take public testimony from Dr. Alvin Wells.

Following Dr. Well's public testimony, Mr. Frazier motioned to recess the public meeting and to convene in closed session passed 7 to 0 on a roll a call vote. Voting in favor were:

- Tom Frazier aye
- Christine Sorkness aye
- Steve Maike aye
- Peg Smelser aye
- Larry Flemming aye
- James Heersma aye
- Tom Hirsch aye

There were no votes opposed and no abstentions.

<u>Therapeutic Class Reviews, Committee Discussion, and Response to Proposal (Open Session)</u>

Ms. Taylor presented class reviews as follows:

- 1) Leukotriene Modifiers (Asthma)
 - a) Review clinical literature was presented.
 - b) Recommendation Accolate and Singulair as preferred.
 - c) Discussion Dr. Hirsch asked that the DHCF consider adding diagnosis restriction for claims. Recommendation referred to DHCF.
 - d) Motion to Approve Dr. Hirsch; Ms. Sorkness second.
 - e) Vote on Motion Passed unanimously.
- 2) Corticosteroids, Nasal (Allergies)
 - a) Review clinical literature was presented.
 - b) Recommendation flunisolide, Flonase, Nasarel, and Nasonex as preferred, Beconase AQ, Nasacort AQ, and Rhincort Aqua as non-preferred.
 - c) Discussion no discussion.
 - d) Motion to Approve Dr. Fleming; Dr. Hirsch second.
 - e) Vote on Motion Passed unanimously.
- 3) Glucocorticoids, Inhaled (Asthma)
 - a) Review clinical literature was presented.
 - b) Recommendation Advair Diskus, Aerobid, Aerobid-M, Azmacort, Flovent, Qvar, and Pulmicort Respules as preferred, Pulmicort Turbuhaler as non-preferred.

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- c) Discussion Dr. Hirsch asked if combination therapy involving a long-acting betaagonist should be pushed and not favor the separate use of inhaled corticosteroids. Mr. Boushon said the issue could be taken up by the Medicaid DUR Board.
- d) Motion to Approve Ms. Sorkness; Mr. Maike second.
- e) Vote on Motion Passed unanimously.

4) Hypoglycemics/TZDs (Diabetes, Oral Meds)

- a) Review clinical literature was presented.
- b) Recommendation Actos and Avandia as preferred.
- c) Discussion no discussion.
- d) Motion to Approve Dr. Heersma; Mr. Frazier second
- e) Vote on Motion Passed unanimously.

5) Bone Resportion Suppression and Related Agents (Osteoporosis)

- a) Review clinical literature was presented.
- b) Recommendation Actonel, Fosamax, and Miacalcin as preferred, Didronel and Evista as non-preferred.
- c) Discussion Dr. Hirsch asked if the system could prospectively identify criteria to avoid PA. Mr. Boushon responded that it has been discussed previously but no current activity to implement.
- d) Motion to Approve Dr. Heersma; Ms. Sorkness second.
- e) Vote on Motion Passed unanimously.

6) Lipotropics, Statins (Cholesterol Lowering)

- a) Review clinical literature was presented.
- b) Recommendation lovastatin, Altoprev, Crestor, Lescol, Lescol XL, Lipitor, Zocor as preferred, Caduet, Pravachol, Pravigard PAC, and Vytorin as non-preferred.
- c) Discussion Ms. Smelser questioned why the state was straying from current approach. Dr. Hirsch commented that the market is moving to higher potent statins, and Ms. Sorkness concurred with Dr. Hirsch's statement. Dr. Flemming also commented that we should delay any step approach until more brand drugs in this class become available in generic form.
- d) Motion to Approve Dr. Fleming; Mr. Frazier second.
- e) Vote on Motion Passed unanimously.

7) Lipotropics, Other

- a) Review clinical literature was presented.
- b) Recommendation cholestyramine, gembfibrozil, niacin, Advicor, Colestid, Lofibra, Niaspan, and Zetia as preferred, Tricor and Welchol as non-preferred.
- c) Discussion Ms. Taylor indicated that Vytorin was not reviewed in time for this meeting as it had entered the market after the process had begun. Vytorin will be considered non-preferred until it is reviewed at the December 2004 meeting.
- d) Motion to Approve Ms. Sorkness; Dr. Hirsch second.
- e) Vote on Motion Passed unanimously.

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- 8) Angiotensin Receptor Blockers (High Blood Pressure)
 - a) Review clinical literature was presented.
 - b) Recommendation Cozaar, Hyzaar, Diovan, Diovan HCT, Micardis, and Micardis HCT as preferred, Atacand, Atacand HCT, Avapro, Avalide, Benicar, Benicar HCT, Teveten, Teveten HCT as non-preferred.
 - c) Discussion Committee engaged in a discussion about first line therapy, adding that this class may also be a good candidate for prospective PA.
 - d) Motion to Approve Dr. Hirsch; Dr. Fleming second.
 - e) Vote on Motion Passed unanimously.

9) Antimigraine/Triptans – (Migraine Headaches)

- a) Review clinical literature was presented.
- b) Recommendation Amerge, Axert, and Immitrex as preferred, Frova, Maxalt, Maxalt MLT, Relpax, Zomig (Nasal, ZMT) as non-preferred
- c) Discussion Committee discussed the issue of patient needing to shift therapy and if grandfathering was a consideration, however committee acknowledged that PA was still available if necessary to continue existing medication. Committee also recommended that the DUR Board research "rebound headaches" in a future meeting.
- d) Motion to Approve Dr. Fleming, Ms. Sorkness second.
- e) Vote on Motion Passed unanimously.

10) Nonsteroidal Anti-inflammatory Agents (Pain)

- a) Review clinical literature was presented
- b) Recommendation diclofenac potassium, dicolfenac sodium (XL), etodolac (XL), fenoprofen, flurbiprofen, ibuprofen, indomethacin (SR), ketoprofen, ketorolac, meclofenamate, nabumetone, naproxen, naproxen sodium (DS), oxaprozin, piroxicam, sulindac, and tolmetin (DS) as preferred, Bextra, Celebrex, Mobic, Ponstel, and Vioxx as Tier 1 non-preferred, Athrotec as Tier 2 non-preferred.
- c) Discussion Ms. Taylor clarified that Tier 1 requires use of at least one (1) preferred generic NSAID, and Tier 2 requires the use of both a preferred generic NSAID and a non-preferred Tier 1 NSAID or COX-II. The committee engaged in a discussion involving two (2) amendments to the original recommendation. The committee suggested that the recommendation be modified to include the use of at least three (3) generics prior to the use of a Tier 1 product, and also to modify the preferred list to move five (5) drugs to non-preferred status. The second amendment was not adopted, as it would require renegotiating with the manufacturers. The first amendment was discussed further.
- d) Motion to Approve—The committee passed the first amendment to modify the recommendation to require the use of at least three (3) generics prior to the use of a Tier 1 product by a vote of 6 to 1. Motion to approve amended recommendation: Dr. Fleming, Dr. Hirsch second.
- e) Decision Passed unanimously.

Next Meeting – To be determined.

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¹ Following the meeting Provider Synergies researched modifying the criteria to ascertain conflict with any submitted terms offers. Modifying the criteria would void an offer made by a manufacturer; consequently, the existing 1-step criterion will remain in place.